SMALL BUSINESS INNOVATIVE RESEARCH (SBIR) PROGRAM OVERVIEW

NAVAIR Small Business Aviation Technology Conference

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Small Business Innovation

Heartbeat of American Economy

Small businesses employ <u>more than half</u> of the country's private workforce, create <u>three of four new jobs</u> and generate a <u>majority of American innovation</u>

Source: Small Business Administration

Most Innovative Sector of the Economy:

- Small firms hold 41 percent of the Nation's patents;
- Small firm patents are twice as technologically significant as large firm patents;
- Small firms obtain 13 times more patents per employee than large firms.
 Source: SBA Office of Advocacy

America's Global Competitors are doing it:

SBIR and STTR-type programs exist today
 in Germany, Great Britain, Taiwan, Finland,
 Sweden, Lithuania, France, China, the Netherlands . . .

It's a matter of National Defense:

SBIR/STTR firms have been responsible for vital defense-related technologies

Innovation

Intellectual Capital

Global Competition

National Security



Small Business Innovative Research Program (SBIR)

The SBIR Program provides an entry point for the American small business to transition innovative technologies into defense-related capabilities enhancing National Security

The Department's strategic plan to shift our balance of capabilities over time to adjust to new challenges place special value on innovation, ingenuity, and efficiency – and American small business can provide just that. Specifically, the SBIR program is well suited to this task. It has long been a source of critical material solutions for the warfighter, producing such advancements as Small Arms Protective Insert ceramic plates and handheld speech translation devices used widely in operations in Iraq and around the world.

Letter of Under Secretary of Defense Kenneth Krieg to Senator Snowe, June 30, 2006



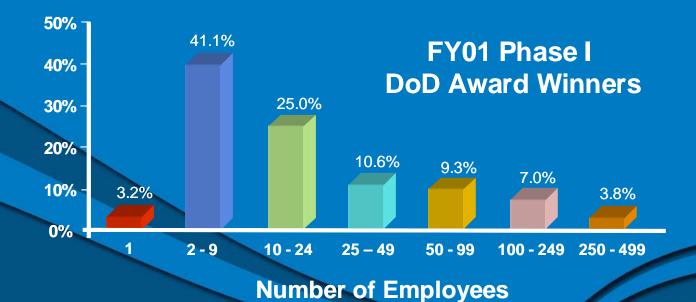
NAVAIR SBIR Program

Engaging Small Business

NAVAIR's SBIR Program attracts new Firms from across the country with innovative technological solutions for Naval Aviation

SBIR Program is designed to:

- Stimulate technological innovation
- Increase private sector commercialization of Federal R&D
- Increase small business participation in federally funded R&D
- Foster participation by minority and disadvantage firms in technological innovation

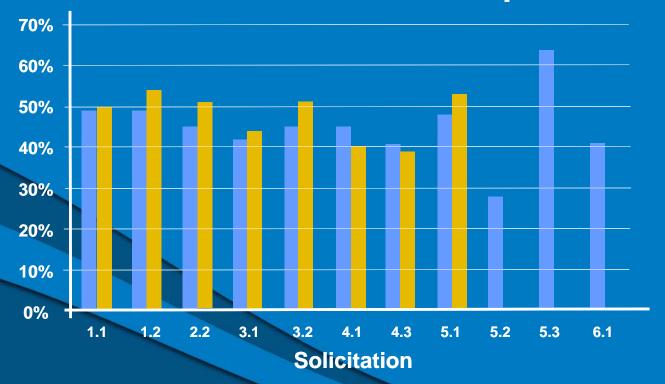


NAVAIR SBIR Program

Awards to New Companies

On average, there will be at least one Phase I award to a new company* for each topic advertised and approximately 45% of all new companies receiving Phase I Award will go on to Phase II

SBIR Awards to New Companies



^{*} New companies are companies that have not had a previous NAVAIR SBIR Contract



% Phase I Contracts

% Phase II Contracts